

**Approval of Renewal of  
Underground Storage Tanks Liability Insurance**

June 17, 2016

The Honorable Mayor Ellison and  
Members of the City Commission:

Attached is a proposal from Great American Alliance Insurance Company for the renewal of the city's insurance against bodily injury claims, property damage claims and cleanup costs associated with the three underground storage tanks at the department of public services building (Attachment 1).

Under the Great American Alliance proposal, the city will be provided the same level of coverage as before (\$2,000,000 annual aggregate limit) with the same deductible (\$10,000 per environmental incident) and the same retroactive coverage date of July 3, 2001. Then annual premium has increased from \$2,444 to \$2,640 / 8%.

The following resolution would be appropriate to renew the city's coverage with Great American Alliance Insurance Company:

**Be it resolved**, the city commission hereby accepts the proposal from Great American Alliance Insurance Company for underground storage tank liability coverage for fiscal year 2016-17.

Respectfully submitted,  
Julie Rudd  
Finance Director

Approved,



Donald E. Johnson  
City Manager

1 Attachment

## Storage Tank Liability Insurance

### City of Royal oak

**Liability Limits:**

Per Environmental Incident: \$1,000,000  
Annual Policy Aggregate: \$2,000,000  
Defense Limit Per Environmental Incident: \$250,000

**Deductible:**

\$10,000

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Great American Alliance Insurance Company

<u>Tank</u>	<u>Capacity</u>	<u>Contents</u>	<u>Retroactive Date</u>
1	10,000	Diesel	07/03/2001
2	20,000	Gasoline (Unleaded)	07/03/2001
3	20,000	Diesel	07/03/2001

**TOTAL ONE YEAR PREMIUM: \$2,640**